

Proposition 36

MISSION STATEMENT

The Mission of Proposition 36 is to provide nonviolent drug offenders with proven and effective treatment strategies rather than incarceration through a collaborative effort of stakeholders.

DESCRIPTION OF MAJOR SERVICES

In November 2000, California passed Proposition 36, the Substance Abuse and Crime Prevention Act of 2000 (Act). The Act mandated that certain persons convicted of a nonviolent drug possession offense, and any parolee who is determined by the Parole Authority to have committed a nonviolent drug possession offense, or violated any other drug-related condition of parole, will be provided drug treatment and related services in lieu of incarceration. On February 6, 2001, the Board of Supervisors designated Human Services System as the county lead agency for implementation of the Act and established a local interest earning special revenue fund for funds received from the state for this program.

Proposition 36 was intended as a 5 year demonstration project for the period of July 1, 2001 through June 30, 2006. Revenue of \$2.77 million was allocated to the county for the period of January 1, 2001 through June 30, 2001 as start up funds. During the planning for implementation a decision was made that the anticipated annual allocation would not keep pace with expenditures. Therefore, the \$2.77 million was deposited in the Proposition 36 special revenue fund to finance treatment and probation costs that exceeded the annual allocation. A portion of the reserve has been used annually to finance costs that have exceeded the annual allocation. It is anticipated that the fund balance will be depleted by June 30, 2006.

It is important to note that there is the possibility that this program will continue, as there are currently two different legislative bills that if approved could extend the program and reinstate funding.

This special revenue fund does not directly spend funds or provides services. This special revenue fund is used to account for disposition of the funds received from the state. Funds are transferred to the department of Alcohol and Drug Abuse Services and Probation which are the ones providing the treatment and overseeing the parolees.

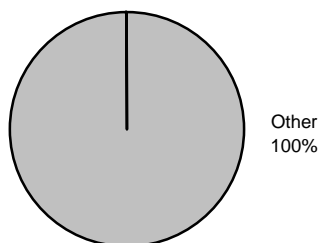
There is no staffing associated with this budget unit.

BUDGET AND WORKLOAD HISTORY

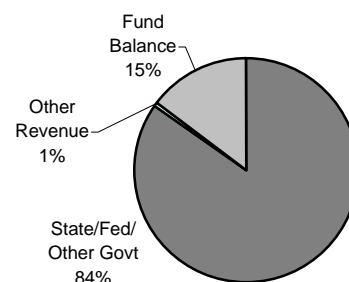
	Actual 2003-04	Budget 2004-05	Actual 2004-05	Budget 2005-06
Appropriation	6,214,085	7,848,018	6,792,989	6,920,756
Departmental Revenue	5,787,236	6,003,762	5,959,084	5,910,405
Fund Balance		1,844,256		1,010,351

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, actual expenditures in this fund are typically less than budgeted. The amount not expended is carried over to the subsequent year's budget.

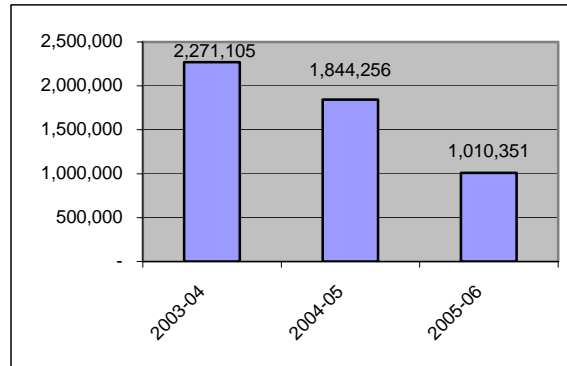
2005-06 BREAKDOWN BY EXPENDITURE AUTHORITY



2005-06 BREAKDOWN BY FINANCING SOURCE



2005-06 FUND BALANCE TREND CHART



GROUP: Human Services
DEPARTMENT: Human Services
FUND: Proposition 36

BUDGET UNIT: RHD DPA
FUNCTION: Public Assistance
ACTIVITY: Administration

	2004-05 Actuals	2004-05 Final Budget	2005-06 Board Approved Base Budget	2005-06 Board Approved Changes to Base Budget	2005-06 Final Budget
Appropriation					
Transfers	6,792,989	6,651,144	6,914,096	(25,900)	6,888,196
Contingencies	-	1,196,874	933,922	(901,362)	32,560
Total Appropriation	6,792,989	7,848,018	7,848,018	(927,262)	6,920,756
Departmental Revenue					
Use of Money and Prop	101,600	125,000	125,000	(75,000)	50,000
State, Fed or Gov't Aid	5,857,261	5,878,762	5,878,762	(18,357)	5,860,405
Other Financing Sources	223	-	-	-	-
Total Revenue	5,959,084	6,003,762	6,003,762	(93,357)	5,910,405
Fund Balance		1,844,256	1,844,256	(833,905)	1,010,351

DEPARTMENT: Human Services
FUND: Proposition 36
BUDGET UNIT: RHD DPA

BOARD APPROVED CHANGES TO BASE BUDGET

Brief Description of Board Approved Changes	Budgeted Staffing	Appropriation	Departmental Revenue	Fund Balance
1. Decrease transfers. Decreased transfers to: 1) Human Services System for fee collection and annual audit of the program to reflect current year hours spent on this program; 2) Alcohol and Drug Services due to increased proposition 36 fee collections which partially offsets the treatment costs covered by this fund.	-	(25,900)	-	(25,900)
2. Decrease contingencies to reflect use of fund balance. Decreased contingencies by \$919,579 to fund on-going expenses not covered by the state allocation.	-	(901,362)	-	(901,362)
** Final Budget Adjustment - Fund Balance Contingencies increased by \$18,217 due to a higher than anticipated fund balance.				
3. Reduce interest revenue. Interest revenue decreased due to a smaller daily balance on the account as a result of anticipated use of fund balance.	-	-	(75,000)	75,000
4. Decrease state funding. State funding decreased based on the state's preliminary allocation.	-	-	(18,357)	18,357
Total	-	(927,262)	(93,357)	(833,905)

** Final Budget Adjustments were approved by the Board after the proposed budget was submitted.

